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PESTICIDES & TOXIC SUBSTANCES BRANCH EPA REGION 10

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
BEFORE THE REGIONAL ADMINISTRATOR
Region 10
Seattle, Washington

IN THE MATTER OF:

S. J. NUDELMAN AND SON, INC.,

Docket No. 1088-09-33-2615

CONSENT AGREEMENT AND FINAL ORDER

Respondent.

CONSENT AGREEMENT

WHEREAS the United States Environmental Protection
Agency ("EPA") as Complainant, and S. J. Nudelman and Son, Inc.
("Nudelmans") as Respondent, the parties herein, having signed
this Consent Agreement and having consented to its filing and
the entry of a Final Order in the form attached hereto,

NOW THEREFORE, before the taking of any testimony, without any adjudication of any issues of fact or law herein, and without any admission of violation, the parties agree to comply with the terms of this Consent Agreement and (the attached) Final Order ("CAFO").

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A. EPA initiated a civil administrative proceeding for the assessment of a civil penalty pursuant to Section 16(a) of the Toxic Substances Control Act ("TSCA"), 15 U.S.C. Section 2601, et seq.

- B. An Administrative Complaint and Notice of Opportunity for Hearing was filed on November 4, 1988, and thereafter properly served by mail.
- C. On January 19, 1989, Nudelmans and EPA conducted a conference by telephone for the purpose of discussing a settlement of this action. A settlement in principle was reached between the parties and upon motion of counsel for the Complainant and Respondent, an extension of time for the Respondent to file an answer was granted by the EPA judicial officer. The terms of this Consent Agreement constitute a full settlement of this civil administrative action without an evidentiary hearing or the taking of any testimony.
- D. Nudelmans has forwarded an affidavit to EPA to establish that the bushings stored on site contained "Diala D" and were therefore not PCB-containing bushings (Exhibit A attached to this Consent Agreement). In addition, Nudelmans has averred that its records indicate the bushings were purchased from BPA (Exhibit A), and forwarded a copy of the purchase agreement between BPA and Nudelmans evidencing the sale of the bushings (Exhibit B).

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E. Nudelmans has agreed to properly dispose of the transformer that is the subject of Violation One of the Complaint and to send to the Region 10 Hearing Clerk a copy of the disposal certificate of said transformer by August 4, 1989.

- F. EPA has agreed to mitigate the penalty assessment set forth in the aforementioned administrative Complaint based upon information obtained from the inspection and settlement conference as follows:
- 1. EPA will withdraw Violation Two because Nudelmans has established that the dielectric fluid which was the subject of this alleged violation is of a type commonly known not to contain PCBs.
- 2. The penalty for Violation Four would normally be reduced because testing of the imputed PCB transformer conducted subsequent to the inspection showed it to be a PCB-contaminated transformer. However, the Complaint proposed a single penalty of ONE THOUSAND FIVE HUNDRED DOLLARS (\$1,500.00) for Violations Four and Five combined pursuant to the TSCA PCB Penalty Policy, because the two (2) violations involved the same type of violation, were in the same location, and posed the same risk. Since Violation Five still stands as alleged, with no reduction of penalty appropriate, a penalty of ONE THOUSAND FIVE HUNDRED DOLLARS (\$1,500.00) remains assessed for Violations Four and Five combined.

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3. The penalty for Violation Six was reduced as subsequent testing of the pieces of equipment for which record keeping was allegedly required revealed that the equipment was, either, non-PCB equipment or PCB-contaminated equipment.

II. FINDINGS OF FACT

- A. On August 4, 1988, an inspection was conducted by representatives of the Environmental Protection Agency at S. J. Nudelman and Son, Inc. in Portland, Oregon. The inspection revealed leaking in one imputed PCB transformer as alleged in Violation One of the Complaint. Testing conducted subsequent to the inspection revealed that said imputed PCB transformer contained 125 ppm PCB and was therefore a PCB-contaminated transformer.
- B. The area where the above-described PCB-contaminated transformer was stored had no walls, roof, floor, or continuous curbing to prevent rainwater from reaching the transformer.
- C. The PCB-contaminated transformer described in Paragraph 1 of the Complaint was not marked with a PCB label, nor is the area where it was stored properly labeled as a PCB storage area.
- D. The inspection of Respondent's records revealed no annual report regarding the disposition of the imputed PCB

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transformer described in Paragraph 5 of the Complaint which was subsequently determined by testing to be PCB-contaminated.

- E. The alleged violations of TSCA by Nudelmans have resulted in no known, apparent threat to public health and safety. Nudelmans has cooperated with EPA in furnishing all requested information, in agreeing to remove its PCB-contaminated transformer, and in resolving the matters covered by this Consent Agreement.
- F. For the purpose of this proceeding, and pursuant to 40 C.F.R. § 22.18(b), Nudelmans:
- Admits the jurisdictional allegations of the Complaint in this matter;
- Neither admits nor denies the Findings of Fact contained in this Order;
- 3. Consents to the assessment of the civil monetary penalty stated herein;
- 4. Waives its right to request an adjudicatory hearing except to the extent that the conditions of this Consent Agreement are not met by EPA; and
- 5. Agrees that, solely for the purposes of calculating and assessing penalties for future violations of TSCA, if any, this Agreed Order is a "final order" as required by the PCB Penalty Policy, 45 Fed. Reg. 59770 and 59773, for the purpose of demonstrating a "history of prior such violations" as provided in Section 16 of TSCA, 15 U.S.C. § 2615.

III. PROPOSED AND ADJUSTED CIVIL PENALTIES

A. In the Complaint, EPA proposed a total civil penalty of FOURTEEN THOUSAND DOLLARS (\$14,000.00) for multiple count violations of the regulations for disposal, marking, labeling, and annual reporting contained in 40 C.F.R. Part 761. Following the issuance of the original Complaint in this matter, and based upon information obtained during the settlement negotiations, EPA withdrew alleged Violation Two and reduced the penalty for Violation Six for the reasons described in Section I Paragragh F, above.

B. As a result of the foregoing, the penalty has been reduced to EIGHT THOUSAND ONE HUNDRED DOLLARS (\$8,100.00) conditioned upon performance by Nudelmans of the conditions more specifically described below in Section IV of this Consent Agreement.

IV. TERMS OF SETTLEMENT

- A. For the purpose of resolving this action against Respondent based on the allegations of the Complaint, without prejudice to any other proceeding, the parties have agreed that:
- 1. This CAFO is in full and complete settlement of all claims or causes of action alleged in the Complaint currently on file in this matter.
- 2. This CAFO does not constitute admission by Nudelmans of any violation of law or regulation.
 - 3. Based upon a number of considerations, including

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the removal of the PCB-contaminated transformer at issue, the parties have agreed to a monetary settlement more specifically described in the attached Final Order incorporated by reference herein.

- 4. This Consent Agreement shall be binding upon the parties and in full force and effect upon approval of entering of the Final Order by the EPA Region 10 Regional Administrator.
- 5. S. J. Nudelman and Son, Inc. agrees to properly dispose of the transformer that is the subject of Violation One and to send to the Region 10 Hearing Clerk a copy of the disposal certificate by August 4, 1989.
- 6. This Consent Agreement may be modified only by writing, signed by the parties, and, upon such filing of a stipulation, the changes would be automatically incorporated into this Order.
- 7. Each of the terms and conditions of this Consent Agreement is in consideration for all the other terms and conditions contained herein. In the event this Consent Agreement (or one or more of its terms and conditions) is held invalid, or is not executed by all the signatory parties in identical form, or is not approved in such identical form by the EPA Region 10 Regional Administrator, the entire Consent Agreement shall be null and void.

IN WITNESS WHEREOF, this Consent Agreement has been signed by the lawful representatives of the parties whose signatures appear below.

FOR COMPLAINANT:

FOR RESPONDENT:

Nudelman and Son,

___ Date: Muy 27/1985

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UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
BEFORE THE REGIONAL ADMINISTRATOR
Region 10
Seattle, Washington

IN THE MATTER OF:

) Docket No. 1088-09-33-2615
S. J. NUDELMAN AND SON, INC.,)

ORDER

Respondent.

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ORDER

Pursuant to TSCA Section 16(a)(2)(c), 15 U.S.C.

Section 2615(a)(2)(c), upon consideration of the foregoing

Consent Agreement, upon consideration of the factors expressed in TSCA Section 16(a)(2)(B), 15 U.S.C. Section 2615(a)(2)(B), and other factors as described in the Consent Agreement, it is this 157 day of June, 1989, ORDERED THAT:

- Respondent comply with the terms of the Consent Agreement;
- 2. Respondent is assessed a civil penalty in the amount of EIGHT THOUSAND ONE HUNDRED DOLLARS (\$8,100.00).

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3. Respondent shall pay TWO THOUSAND TWENTY-FIVE DOLLARS (\$2,025.00) of the imposed penalty no later than thirty (30) days from the date of this Order by mailing a certified check or money order, payable to the United States Treasurer, to the following:

United States Environmental Protection Agency Region 10 (Region 10 Hearing Clerk) P.O. Box 360903M Pittsburgh, Pennsylvania 15251

with a copy of the check and transmittal letter to:

Regional Hearing Clerk Office of Regional Counsel U.S. EPA, Region 10 1200 Sixth Avenue, SO-125 Seattle, Washington 98101

- 4. The remaining balance of the assessed penalty amount shall be paid according to the following schedule:
- A. The second payment is in the amount of TWO
 THOUSAND TWENTY-FIVE DOLLARS (\$2,025.00) and is due one hundred
 and twenty (120) days from the date of the Agreed Order;
- B. The third payment is in the amount of TWO THOUSAND TWENTY-FIVE DOLLARS (\$2,025.00) and is due two hundred (200) days from the date of the Agreed Order; and
- C. The fourth payment is in the amount of TWO THOUSAND TWENTY-FIVE DOLLARS (\$2,025.00) and is due three hundred (300) days from the date of the Agreed Order.
- 5. On any amount overdue under Paragraphs 2 and 3 in this Order, interest shall accrue at the rate established by the Secretary of the Treasury pursuant to 31 U.S.C. § 3717, from the

date on which the payment of money was due.

- 6. Any unpaid penalty amount may be liquidated and made certain by motion and notice filed with the court to which this Agreed Order is submitted for judgment and collection.

 Such motion and notice may be served on the Respondent and shall be effective if so served. Pursuant to TSCA § 16(a)(4)(A), 15

 U.S.C. § 2615(a)(4)(A), the validity, amount, and appropriateness of the penalty is not subject to review in any judicial collection proceedings.
- 7. EPA shall be deemed to have waived its right to contend, for civil purpose only, that the condition requiring Respondent to file the disposal certification has not been met unless EPA files a statement to this effect within thirty (30) days after the said affidavit has been filed. Upon timely filing of such a statement by EPA, each party may proceed as permitted by applicable law.
- 8. The parties to this Order may amend and extend the time set forth above to file the disposal certificate by a signed stipulation to be filed with EPA. Any such amendments shall be automatically incorporated in this Order.

DATED this 1st day of June, 1989.

ROBIE G. RUSSELL Regional Administrator

EPA Region 10

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